

**SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
FINANCIAL REPORT  
FOR THE YEAR ENDED  
JUNE 30, 2000**

*Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.*

Release Date 1-24-01

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
TABLE OF CONTENTS  
JUNE 30, 2000

	<u>EXHIBIT</u>	<u>SCHEDULE</u>	<u>PAGE</u>
Board of Directors	-	-	1
Independent Auditors' Report	-	-	2
Financial Statements			
Statement of Financial Position	A	-	3
Statement of Activities	B	-	4
Statement of Cash Flows	C	-	5
Statement of Functional Expenses	D	-	6
Notes to the Financial Statements	-	-	8
Group Homes			
Statement of Financial Position	-	1	14
Statement of Activities	-	2	15
Statement of Cash Flows	-	3	16
Statement of Functional Expenses	-	4	17
Adult Habilitation Program			
Statement of Financial Position	-	5	18
Statement of Activities	-	6	19
Statement of Cash Flows	-	7	20
Statement of Functional Expenses	-	8	21
Sheltered Workshop			
Statement of Financial Position	-	9	22
Statement of Activities	-	10	23
Statement of Cash Flows	-	11	24
Statement of Functional Expenses	-	12	25
Schedule of Compensation to Board Members	-	13	27
Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance With <u>Government Auditing Standards</u>	-	-	28
Summary Schedule of Prior Audit Findings	-	14	29
Corrective Action Plan for Current Year Audit Findings	-	15	30

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
BOARD OF DIRECTORS  
JUNE 30, 2000

President

Pete Abington

Vice-President

Kenneth Freeman

Secretary

Marguerite Spears

Treasurer

Mary Hariel

Board Members

Dennis Bishop  
Kathreen Green  
Gene Hubley  
Anna Lites  
Gloria Ruffin

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Assistant Director

Wayne Martinez

Executive Director

James Haley

# HINES, JACKSON & HINES

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A. NEILL JACKSON, JR., CPA  
1926-1999

## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Sabine Association for Retarded Citizens, Inc.  
Many, Louisiana 71449

We have audited the accompanying statement of financial position of the Sabine Association for Retarded Citizens, Inc., (a non-profit organization) as of June 30, 2000, and the related statements of activities, cash flows, and functional expenses for the year then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Sabine Association for Retarded Citizens, Inc., as of June 30, 2000, and the changes in its net assets, cash flows, and functional expenses for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated November 30, 2000, on our consideration of the Sabine Association for Retarded Citizens, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the financial statements of the Sabine Association for Retarded Citizens, Inc., Many, Louisiana, taken as a whole. The accompanying supplemental information schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

***Hines, Jackson & Hines***  
Natchitoches, Louisiana  
November 30, 2000

EXHIBIT A

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2000

**ASSETS**

Cash	\$ 545,029
Receivables	
State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities	171,494
Contract work	94,024
Other	14,153
Due from other units	385,823
Inventory	84,447
Prepaid expenses	13,314
Deposits	1,590
Property and equipment, net	<u>585,779</u>
 Total Assets	 <u><u>\$ 1,895,653</u></u>

**LIABILITIES**

Accounts payable	
Trade	\$ 137,141
Compensation	70,574
Payroll taxes	5,117
Property taxes	1,458
Commissions	2,710
Accrued interest	791
Accrued provider fees	10,689
Due to other units	385,823
Long-term debt	<u>253,068</u>
 Total Liabilities	 867,371

**NET ASSETS**

Unrestricted	983,387
Temporarily restricted	<u>44,895</u>
 Total Net Assets	 <u>1,028,282</u>
 Total Liabilities and Net Assets	 <u><u>\$ 1,895,653</u></u>

The notes to the financial statements are an integral part of this statement.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 1999

## UNRESTRICTED NET ASSETS

Support	\$ 1,626,062
Medicaid	90,900
Patient liability	432,165
Contract Work	
Adult Day Service Fees, State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities	304,487
Rentals	13,800
Intercompany transfers	200,534
Group Homes	243,536
Supported Independent Living	41,651
Other	18,995
Net Assets Released from Restrictions	
Depreciation on restricted assets	<u>15,838</u>
Total Revenues, Gains and Other Support	2,987,968

## EXPENSES

Program Services	2,125,655
Management and General	634,677
Intercompany transfers	<u>200,534</u>
Total Expenses	<u>2,960,866</u>

Increase in Unrestricted Net Assets 27,102

## TEMPORARILY RESTRICTED NET ASSETS

Current depreciation on restricted assets	<u>(15,838)</u>
Increase/(Decrease) in Temporarily Restricted Net Assets	<u>(15,838)</u>

INCREASE IN NET ASSETS 11,264

NET ASSETS, Beginning of year 1,017,018

NET ASSETS, End of year \$ 1,028,282

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2000

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Change in net assets	\$ 11,264
Adjustments to reconcile change in net assets to net cash used by operating activities	
Depreciation	76,397
(Increase)/decrease in operating assets	
Receivables	27,632
Inventory	(49,452)
Prepaid expenses	(10,149)
Deposits	(125)
Community residential development cost	15,272
Increase/(decrease) in operating liabilities	
Accounts payable	
Trade	85,371
Compensation	7,817
Payroll taxes	582
Property taxes	38
Commissions	1,330
Accrued interest	77
Accrued provider fees	<u>598</u>
Net Cash Provided By/(Used In) Operating Activities	166,652
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Purchase of property, buildings and equipment	<u>(28,947)</u>
Net Cash Provided By/(Used In) Investing Activities	(28,947)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
Principal repayments on long-term debt	<u>(27,480)</u>
Net Cash Provided By/(Used In) Financing Activities	<u>(27,480)</u>
<b>NET INCREASE IN CASH</b>	110,225
CASH, Beginning of year	<u>434,804</u>
CASH, End of year	<u><u>\$ 545,029</u></u>

The notes to the financial statements are an integral part of this statement.



SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Program Services</u>	<u>Management and General</u>	<u>Total</u>
<b>COMPENSATION AND RELATED EXPENSES</b>			
Salaries	\$ 900,108	\$ 345,223	\$ 1,245,331
Payroll taxes	67,897	25,361	93,258
Workman's compensation insurance	7,993	18,652	26,645
Employee benefits	<u>20,794</u>	<u>8,577</u>	<u>29,371</u>
Total Compensation And Related Expenses	996,792	397,813	1,394,605
<b>OCCUPANCY EXPENSES</b>			
Depreciation	39,848	285	40,133
Insurance	6,242	3,548	9,790
Interest	19,107	389	19,496
Property taxes	0	2,930	2,930
Rent	0	29,127	29,127
Repairs and maintenance	27,928	18,401	46,329
Utilities	<u>31,039</u>	<u>14,055</u>	<u>45,094</u>
Total Occupancy Expenses	124,164	68,735	192,899
<b>TRANSPORTATION EXPENSES</b>			
Fuel and oil	57,250	5,311	62,561
Depreciation	19,910	2,609	22,519
Insurance	5,442	11,101	16,543
Lease expense	<u>27,204</u>	<u>0</u>	<u>27,204</u>
Total Transportation Expenses	109,806	19,021	128,827
<b>OTHER EXPENSES</b>			
Bad debt	347	0	347
Central office expense	172,912	74,830	247,742
Client recreation	1,750	0	1,750
Clothing and other personal items	22,407	0	22,407
Commissions	7,282	0	7,282
Contract services	111,272	0	111,272
Depreciation	11,534	2,211	13,745
Dues	167	2,773	2,940
Food	111,969	0	111,969
Insurance	2,502	7,409	9,911
Interest	0	0	0
License	4,741	15	4,756
Leases	\$ 2,556	\$ 0	\$ 2,556

The notes to the financial statements are an integral part of this statement.



SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
STATEMENT OF FUNCTIONAL EXPENSES (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2000

	<u>Program Services</u>	<u>Management and General</u>	<u>Total</u>
OTHER EXPENSES (CONTINUED)			
Materials	\$ 186,301	\$ 0	\$ 186,301
Other	3,697	453	4,150
Postage	0	1,988	1,988
Professional fees	17,880	21,649	39,529
Provider fees-DHH	131,683	0	131,683
Repairs and maintenance	32,664	6,651	39,315
Supplies	70,325	19,728	90,053
Telephone	2,804	8,479	11,283
Training	0	2,650	2,650
Travel	<u>100</u>	<u>272</u>	<u>372</u>
Total Other Expenses	<u>894,893</u>	<u>149,108</u>	<u>1,044,001</u>
Total Functional Expenses	<u>\$ 2,125,655</u>	<u>\$ 634,677</u>	<u>\$ 2,760,332</u>

The notes to the financial statements are an integral part of this statement.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2000

**NOTE 1            SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**REPORTING ENTITY**

The Sabine Association for Retarded Citizens, Inc., is a quasi-governmental, nonprofit organization incorporated August 13, 1970, whose purpose is to a) promote the general welfare of mentally retarded citizens everywhere (at home, at school, in the community, and in institutions), b) aid the parents and families of mentally retarded citizens in the solution of personal, family and social problems arising from mental retardation, c) cooperate with all public and private agencies, organizations, groups and individuals working for the welfare of mentally retarded citizens, d) promote through dissemination of information to the general public, a fuller and more sympathetic understanding of the problems of mental retardation, their wide prevalence, and consequential social implications, e) help provide facilities for evaluation, care, treatment, education and employment of mentally retarded citizens, f) research into all phases of mental retardation: The causes, prevention, medical and social treatment, special educational methods, and opportunities for employment, g) train and educate both professional and nonprofessional personnel for work in the field of mental retardation, h) serve as a clearinghouse of information concerning mental retardation and activities on behalf of the mentally retarded in Sabine Parish, i) help foster local, state and national legislation on behalf of mentally retarded citizens.

The Association operates three separate divisions. One, the Adult Habilitation Program, receives funding from the State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities to provide adult day services for a minimum of 44 clients for at least 240 days each year. Two, Sabine Productions, a totally self-supportive sheltered workshop program, generating revenues through contracts with private individuals and companies for the provision of services performed by the members of the workshop. No federal financial assistance of any type is received by Sabine Productions. Three, Group residential services, which operates six (6) group homes for the benefit of mentally handicapped individuals. The purpose of the group homes is to provide for the needs of mentally handicapped individuals in the area of appropriate residential living. The Community Homes receive funding from the United States Department of Health and Human Services, Medical Assistance Program, Title XIX, Medicaid, as administered by the State of Louisiana, Department of Health and Hospitals. The Sabine Association for Retarded Citizens Community Homes division reimburses the Adult Habilitation Program for actual expenses incurred by the program to provide day training and supervision to participating group home residents.

**CASH**

Consistent with FASB 95, Statement of Cash Flows, The Association defines cash and cash equivalents as not only currency on hand but also demand deposits with banks or other financial institutions and other kinds of accounts that have the general characteristics of demand deposits in that the customer may deposit additional funds at any time and also effectively may withdraw funds at any time without prior notice or penalty.

**PROPERTY AND EQUIPMENT**

Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. When donor stipulations are absent regarding how long those donated assets must be maintained, the Association reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Association reclassifies temporarily restricted net assets to unrestricted net assets at that time. Property and equipment are depreciated using the straight-line method.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2000

**NOTE 1            SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**NET ASSETS**

The Association has elected to adopt Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations." Under SFAS No. 117, the Association is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

**PROMISES TO GIVE**

Contributions are recognized when the donor makes a promise to give to the Association that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are reported as increases in temporary or permanently restricted net assets, depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

**CONTRIBUTIONS**

The Association has elected to adopt Statement of Financial Accounting Standards (SFAS) No. 116, "Accounting for Contributions Received and Contributions Made." In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions.

**ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**INCOME TAXES**

The Sabine Association for Retarded Citizens, Inc., is exempt from income taxes under Internal Revenue Code Section 501(c)(3).

**NOTE 2            RESTRICTIONS ON ASSETS**

Restrictions on assets at June 30, 2000, relate to vans obtained by the Association through Section 16 of the Federal Transit Act which provides grants for the specific purpose of providing transportation services to elderly and handicapped persons for whom mass transportation services are unavailable, insufficient or inappropriate. The program is administered by the Louisiana Department of Transportation and Development. Disposition of the vehicles must have DOTD approval, must be in conformance with the provisions of OMB Circular A-102, Attachment N and a portion of the funds received must be returned to DOTD in proportion to the original percentage of federal funds contributed.

It is the policy of the Association to amortize the asset restriction over its estimated useful life using the straight-line method.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2000

**NOTE 3        CASH**

At June 30, 2000, the Association had cash totaling \$545,029, as follows:

Petty cash	\$            265
Demand deposit accounts	116,831
Interest bearing accounts	<u>427,933</u>
Total	<u>\$        545,029</u>

At June 30, 2000, the Association had \$580,445 in bank deposits. These deposits were secured from risk by \$300,512 of federal deposit insurance and \$456,417 (market value) of pledged securities held by the custodial banks in the name of the fiscal agent.

**NOTE 4        RECEIVABLES**

The Sabine Association for Retarded Citizens, Inc., entered into a contract with the State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities to provide habilitation programming to a minimum of 44 clients per month during the period July 1, 1999 to June 30, 2000. At the end of each month, a payment requisition is forwarded to the Office of Community Services requesting payment for services provided to clients during the month ended.

The Association received a license from the State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities to provide for the needs of clients who are residing in supervised apartments during the period October 1, 1999 to September 30, 2000. At the end of each month, a payment requisition is forwarded to the Office for Citizens with Developmental Disabilities requesting payment for services provided to clients during the month ended.

The Association has also entered into several contractual agreements to provide ground keeping services, janitorial services and contract labor to various local businesses and governmental entities.

At June 30, 2000, receivables consisted of the following:

State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities	\$        171,494
Contracts receivable	94,024
Other	<u>141,153</u>
Total	<u>\$        279,671</u>

**NOTE 5        PROPERTY AND EQUIPMENT**

All property and equipment are stated at historical cost. Depreciation is charged as an expense against operations and has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Buildings	15-20 years	Furniture and fixtures	7-10 years
Automobiles	5 years	Machinery and equipment	5-7 years



SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2000

**NOTE 5            PROPERTY AND EQUIPMENT (CONTINUED)**

A summary of property and equipment at June 30, 2000, is presented below:

	Cost	Accumulated Depreciation	Net	Depreciation This Year
Land	\$ 46,200	\$ 0	\$ 46,200	\$ 0
Buildings	618,721	186,197	432,524	40,133
Furniture and fixtures	38,645	36,649	1,996	309
Automobiles	169,872	116,600	53,272	22,519
Machinery and equipment	256,788	205,001	51,787	13,436
Total	<u>\$ 1,130,226</u>	<u>\$ 544,447</u>	<u>\$ 585,779</u>	<u>\$ 76,397</u>

The Association's automobiles were partially funded by Urban Mass Transportation Capital Improvement Grants and are subject to the applicable restrictions described in Note 2.

Maintenance and repairs are charged to operations when incurred. Betterments and renewals are capitalized. When property and equipment are sold or otherwise disposed of, the asset account and related accumulated depreciation account are relieved, and any gain or loss is included in activities.

**NOTE 6            LONG-TERM DEBT**

The Sabine Association for Retarded Citizens, Inc. long-term obligations consists of the following:

Community Residential Development Fund Loan - The Association is obligated for the repayment of funds borrowed from the State of Louisiana, Department of Health and Hospitals to start the group homes operated by the Association. Negotiations are continuing to determine the terms and repayment schedule for this obligation.	\$ 4,300
Installment Note (Group Home #3)-\$90,000 Installment note, dated April 18, 1997, due in monthly installments of \$1,140 through April 18, 2007; interest at 9%, secured by home #3.	67,850
Installment Note (Group Home #4)-\$80,000 Installment note, dated April 18, 1997, due in monthly installments of \$1,013 through April 18, 2007; interest at 8%, secured by home #4.	60,306
Installment Note (Group Home #5)-\$80,000 Installment note, dated April 18, 1997, due in monthly installments of \$1,013 through April 18, 2007; interest at 8%, secured by home #5.	60,306
Installment Note (Group Home #6)-\$80,000 Installment note, dated April 18, 1997, due in monthly installments of \$1,013 through April 18, 2007; interest at 8%, secured by home #6.	<u>60,306</u>
Total debt	253,068
Less: Current maturities	<u>(32,559)</u>
Net Long-Term Debt	<u>\$ 220,509</u>

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2000

**NOTE 6            LONG-TERM DEBT (CONTINUED)**

Scheduled maturities of long-term debt are as follows:

<u>Year Ending</u> <u>June 30,</u>	
2001	\$        32,559
2002	30,686
2003	33,322
2004	36,185
2005	39,295
Thereafter	<u>81,021</u>
Total	<u>\$       253,068</u>

**NOTE 7            LEASE OBLIGATIONS**

The Sabine Association for Retarded Citizens, Inc., is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations, and therefore, the results of the lease agreements are not reflected in the Association's financial statements.

The Sabine Association for Retarded Citizens, Inc. rents its premises under an operating lease. The lease is for a one year term ending on November 30, 2000. The lease provides for payments to the lessor of two thousand dollars (\$2,000) each month of occupancy; the cost of which is allocated between the Adult Habilitation Program and other Association programs based upon the area utilized by the respective program.

The Sabine Association for Retarded Citizens, Inc., does not participate in any capital lease arrangements.

**NOTE 8            EMPLOYEE RETIREMENT SYSTEM**

All employees of the Association are protected by the Social Security System. All employees contribute 6.2% of their total salary to the system, while the Association contributes a like amount. For the year ending June 30, 2000, total contributions to the system were \$148,044, of which the Association contributed \$74,022 and employees contributed \$74,022. Total payroll covered by this system for the year ended June 30, 2000 was \$1,245,331. Any future deficits in this system will be financed by the Federal government. The Association has no further liability to the system.

**NOTE 9            COMPENSATED ABSENCES**

Association employees are entitled to certain compensated absences based on their length of employment.

<u>FULL TIME EMPLOYMENT</u>	<u>HOURS EARNED</u> <u>PER YEAR</u>
1-3 years	48
3-5 years	72
5-10 years	96
10-15 years	144
Over 15 years	192

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2000

**NOTE 9            COMPENSATED ABSENCES (CONTINUED)**

All leave is accrued on a monthly basis and may be used in increments of less than a full day. A maximum of eighty (80) hours may be carried to the next accounting year. All unused leave in excess of forty (40) hours is forfeited at the end of each accounting year.

**NOTE 10           INTERCOMPANY RECEIVABLES/PAYABLES**

Due to/from other units:

	Due From Other Units	Due To Other Units
Group Homes	\$ 324,310	\$ 61,513
Adult Habilitation	61,513	0
Shelter workshop	<u>0</u>	<u>324,310</u>
Total	<u>\$ 385,823</u>	<u>\$ 385,823</u>

**NOTE 11           LITIGATION**

The Sabine Association for Retarded Citizens, Inc. was not involved as a defendant in any litigation at June 30, 2000.

**NOTE 12           STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

The Sabine Association for Retarded Citizens, Inc., entered into a contract with the State of Louisiana Department of Health and Hospitals, Office for Citizens with Developmental Disabilities to provide adult habilitation services. Transactions of the Association were made in accordance with the requirements contained in Formula Funding and Guidelines for Allowable Costs in Adult Habilitation Services Contracted with the Division of Mental Retardation and Developmental Disabilities. All contract services invoiced under this contract were not recovered under any other contract.

**NOTE 13           RISK MANAGEMENT**

The Association is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Association maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Association.

**NOTE 14           CLAIMS AND JUDGEMENTS**

The Association participates in federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Association may be required to reimburse the grantor government. Management believes that disallowed expenditures, if any, based on subsequent audits, will not have a material effect on the Association's overall financial position.



SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
GROUP HOMES  
MANY, LOUISIANA  
STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2000

## ASSETS

Cash	\$ 361,284
Receivables	
State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities	141,651
Other	10,552
Due from SARC day programs and sheltered workshops	324,310
Prepaid expenses	11,690
Deposits	25
Property and equipment, net	<u>425,266</u>
 Total Assets	 \$ <u>1,274,778</u>

## LIABILITIES

Accounts payable	
Trade	\$ 63,872
Compensation	48,496
Payroll taxes	3,484
Accrued interest	791
Accrued provider fees	10,689
Due to SARC day programs and sheltered workshops	61,513
Long-term debt	<u>253,068</u>
 Total Liabilities	 441,913

## NET ASSETS

Unrestricted	<u>832,865</u>
 Total Net Assets	 <u>832,865</u>
 Total Liabilities and Net Assets	 \$ <u>1,274,778</u>

SCHEDULE 2

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
GROUP HOMES  
MANY, LOUISIANA  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2000

Support	
Medicaid	\$ 1,626,062
Patient Liability	90,900
Others	<u>9,271</u>
Total Revenues, Gains and Other Support	1,726,233
Expenses	
Program Services	1,178,650
Management and General	479,416
Intercompany transfers	<u>150,210</u>
Total Expenses	<u>1,808,276</u>
INCREASE/(DECREASE) IN NET ASSETS	(82,043)
NET ASSETS, Beginning of year	<u>914,908</u>
NET ASSETS, End of year	<u>\$ 832,865</u>

The notes to the financial statements are an integral part of this statement.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
GROUP HOMES  
MANY, LOUISIANA  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2000

## CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$ (82,043)
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation	41,386
(Increase)/decrease in operating assets	
Receivables	26,439
Prepaid expenses	(8,525)
Community residential development cost	15,272
Increase/(decrease) in operating liabilities	
Accounts payable	
Trade	31,951
Compensation	4,499
Payroll taxes	363
Accrued interest	77
Accrued provider fees	598
	<hr/>
Net Cash Provided By/(Used In) Operating Activities	30,017

## CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of property, buildings and equipment	<hr/> (20,066)
Net Cash Provided By/(Used In) Investing Activities	(20,066)

## CASH FLOWS FROM FINANCING ACTIVITIES

Principal payments on notes payable	(27,480)
Cash received from sheltered workshops	<hr/> 91,747
Net Cash Provided By/(Used In) Financing Activities	<hr/> 64,267

## NET INCREASE IN CASH

74,218

## CASH, Beginning of year

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287,066

## CASH, End of year

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\$ 361,284

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
GROUP HOMES  
MANY, LOUISIANA  
STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED JUNE 30, 2000

	Program Services	Management and General	Total
COMPENSATION AND RELATED EXPENSES			
Salaries	\$ 481,374	\$ 322,194	\$ 803,568
Payroll taxes	36,523	23,760	60,283
Workman's compensation insurance	7,993	2,484	10,477
Employee benefits	12,599	7,572	20,171
Total Compensation and Related Expenses	538,489	356,010	894,499
OCCUPANCY EXPENSES			
Insurance	6,242	1,118	7,360
Depreciation	31,922	285	32,207
Interest	19,107	389	19,496
Rent	0	29,127	29,127
Repairs and maintenance	26,833	18,401	45,234
Utilities	24,577	14,055	38,632
Total Occupancy Expenses	108,681	63,375	172,056
TRANSPORTATION EXPENSES			
Fuel and oil	16,022	5,311	21,333
Insurance	5,442	2,220	7,662
Lease expense	27,204	0	27,204
Depreciation	0	2,609	2,609
Total Transportation Expenses	48,668	10,140	58,808
OTHER EXPENSES			
Clothing and other personal items	22,343	0	22,343
Dues	0	2,773	2,773
Food	90,236	0	90,236
Insurance	2,502	3,671	6,173
Professional fees	17,880	4,479	22,359
Contract services	105,021	0	105,021
Supplies	34,025	19,728	53,753
Repairs and maintenance	9,320	6,651	15,971
Depreciation	4,359	2,211	6,570
Telephone	2,804	5,710	8,514
Training	0	2,190	2,190
Travel	0	272	272
Licenses	4,590	15	4,605
Postage	0	1,988	1,988
Central office expense	54,352	0	54,352
Provider fees-DIHH	131,683	0	131,683
Other	3,697	203	3,900
Total Other Expenses	482,812	49,891	532,703
Total Functional Expenses	\$ 1,178,650	\$ 479,416	\$ 1,658,066

The notes to the financial statements are an integral part of this statement.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
ADULT HABILITATION PROGRAM  
MANY, LOUISIANA  
STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2000

	Supported Individual Living	Adult Day Habilitation	Total
<b>ASSETS</b>			
Cash	\$ 11,902	\$ 138,074	\$ 149,976
Receivables			
State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities	3,892	25,951	29,843
Due from SARC Group Homes	1,882	59,631	61,513
Prepaid expenses	0	1,624	1,624
Deposits	0	800	800
Property and equipment, net	<u>0</u>	<u>44,895</u>	<u>44,895</u>
Total Assets	<u>\$ 17,676</u>	<u>\$ 270,975</u>	<u>\$ 288,651</u>
<b>LIABILITIES</b>			
Accounts payable			
Trade	\$ 106	\$ 3,500	\$ 3,606
Compensation	0	16,996	16,996
Payroll taxes	<u>0</u>	<u>1,227</u>	<u>1,227</u>
Total Liabilities	106	21,723	21,829
<b>NET ASSETS</b>			
Unrestricted	17,570	204,357	221,927
Temporarily restricted	<u>0</u>	<u>44,895</u>	<u>44,895</u>
Total Net Assets	<u>17,570</u>	<u>249,252</u>	<u>266,822</u>
Total Liabilities and Net Assets	<u>\$ 17,676</u>	<u>\$ 270,975</u>	<u>\$ 288,651</u>

The notes to the financial statements are an integral part of this statement.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
ADULT HABILITATION PROGRAM  
MANY, LOUISIANA  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2000

	Supported Individual Living	Adult Day Habilitation	Total
UNRESTRICTED NET ASSETS			
Support			
Adult Day Service Fees			
State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities	\$ 0	\$ 304,487	\$ 304,487
Group Homes	0	243,536	243,536
Supported Independent Living	41,651	0	41,651
Other	0	5,644	5,644
Net Assets Released from Restrictions			
Federal Transit Administration Sec.16			
Depreciation on restricted vans	0	15,838	15,838
Total Revenues, Gains and Other Support	41,651	569,505	611,156
Expenses			
Program Services	15,345	442,478	457,823
Management and General	430	109,217	109,647
Intercompany Transfers	36,305	9,557	45,862
Total Expenses	52,080	561,252	613,332
Increase in Unrestricted Net Assets	(10,429)	8,253	(2,176)
TEMPORARILY RESTRICTED NET ASSETS			
Federal Transit Administration Sec. 16			
Current year depreciation	0	(15,838)	(15,838)
Increase/(Decrease) in Temporarily Restricted Net Assets	0	(15,838)	(15,838)
INCREASE IN NET ASSETS	(10,429)	(7,585)	(18,014)
NET ASSETS, Beginning of year	27,999	256,837	284,836
NET ASSETS, End of year	<u>\$ 17,570</u>	<u>\$ 249,252</u>	<u>\$ 266,822</u>

The notes to the financial statements are an integral part of this statement.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
ADULT HABILITATION PROGRAM  
MANY, LOUISIANA  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2000

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ (18,014)
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation	17,395
(Increase)/Decrease in operating assets	
Receivables	2,912
Prepaid expenses	(1,624)
Increase/(decrease) in operating liabilities	
Accounts payable	
Trade	151
Compensation	1,624
Payroll taxes	<u>72</u>
Net Cash Provided By/(Used In) Operating Activities	2,516
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of property and equipment	<u>0</u>
Net Cash Provided By/(Used In) Investing Activities	0
CASH FLOWS FROM FINANCING ACTIVITIES	
Cash received from sheltered workshops	<u>18,924</u>
Net Cash Provided By/(Used In) Financing Activities	<u>18,924</u>
NET INCREASE IN CASH	21,440
CASH, Beginning of year	<u>128,536</u>
CASH, End of year	<u><u>\$ 149,976</u></u>



SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
ADULT HABILITATION PROGRAM  
MANY, LOUISIANA  
STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED JUNE 30, 2000

	<u>Program Services</u>			<u>Management and General</u>	<u>Total</u>
	<u>Supported Individual Living</u>	<u>Adult Day Habilitation</u>	<u>Program Services</u>		
COMPENSATION AND RELATED EXPENSES					
Salaries	\$ 0	\$ 267,737	\$ 267,737	\$ 23,029	\$ 290,766
Payroll taxes	0	19,819	19,819	1,601	21,420
Workman's compensation insurance	0	0	0	9,669	9,669
Employee benefits	0	8,137	8,137	1,005	9,142
Total Compensation and Related Expenses	0	295,693	295,693	35,304	330,997
TRANSPORTATION EXPENSES					
Fuel and oil	0	23,716	23,716	0	23,716
Insurance	0	0	0	4,998	4,998
Depreciation	0	17,395	17,395	0	17,395
Total Transportation Expenses	0	41,111	41,111	4,998	46,109
OTHER EXPENSES					
Insurance	0	0	0	0	0
Professional fees	0	0	0	9,872	9,872
Repair & maintenance	0	0	0	0	0
Supplies	0	0	0	0	0
Depreciation	0	0	0	0	0
Travel	0	0	0	0	0
Telephone	0	0	0	1,374	1,374
Training	0	0	0	460	460
Central office expense	15,281	103,279	118,560	57,639	176,199
Contract services	0	2,395	2,395	0	2,395
Clothing and other personal items	64	0	64	0	64
Total Other Expenses	15,345	105,674	121,019	69,345	190,364
Total Functional Expenses	<u>\$ 15,345</u>	<u>\$ 442,478</u>	<u>\$ 457,823</u>	<u>\$ 109,647</u>	<u>\$ 567,470</u>

The notes to the financial statements are an integral part of this statement.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
SHELTERED WORKSHOP  
MANY, LOUISIANA  
STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2000

	Rental Building	Mobile Crew	Sabine Car Care	Sabine Production Center	Woodshop	Total
<b>ASSETS</b>						
Cash	\$ 0	\$ 0	\$ 65	\$ 33,704	\$ 0	\$ 33,769
Accounts receivable	0	20,324	1,127	48,014	24,559	94,024
Other receivable	0	3,601	0	0	0	3,601
Inventory	0	0	2,065	57,058	25,324	84,447
Deposits	125	0	310	0	330	765
Property and equipment, net	56,215	12,273	4,247	312	42,571	115,618
Total Assets	<u>\$ 56,340</u>	<u>\$ 36,198</u>	<u>\$ 7,814</u>	<u>\$ 139,088</u>	<u>\$ 92,784</u>	<u>\$ 332,224</u>
<b>LIABILITIES</b>						
<i>Accounts payable</i>						
Trade	\$ 594	\$ 5,564	\$ 1,196	\$ 52,141	\$ 10,168	\$ 69,663
Compensation	0	1,874	648	1,288	1,272	5,082
Payroll taxes	0	143	50	116	97	406
Property taxes	384	84	60	108	822	1,458
Commissions	0	0	0	0	2,710	2,710
Due to SARC Group Homes	4,291	4,408	9,019	199,273	107,319	324,310
Total Liabilities	5,269	12,073	10,973	252,926	122,388	403,629
<b>NET ASSETS</b>						
Unrestricted/(deficit)	51,071	24,125	(3,159)	(113,838)	(29,604)	(71,405)
Total Net Assets	51,071	24,125	(3,159)	(113,838)	(29,604)	(71,405)
Total Liabilities and Net Assets	<u>\$ 56,340</u>	<u>\$ 36,198</u>	<u>\$ 7,814</u>	<u>\$ 139,088</u>	<u>\$ 92,784</u>	<u>\$ 332,224</u>

The notes to the financial statements are an integral part of this statement.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
SHELTERED WORKSHOP  
MANY, LOUISIANA  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2000

	Rental Building	Mobile Crew	Sabine Car Care	Sabine Production Center	Woodshop	Total
UNRESTRICTED NET ASSETS						
Support						
Contract work	\$ 0	\$ 97,647	\$ 60,607	\$ 98,159	\$ 175,752	\$ 432,165
Rentals	13,800	0	0	0	0	13,800
Intercompany transfers	0	35,178	3,946	140,022	21,388	200,534
Other	2,040	0	9	1,765	266	4,080
Total Revenues, Gains, and Other Support	15,840	132,825	64,562	239,946	197,406	650,579
Expenses						
Program Services	6,799	116,545	57,207	103,291	205,340	489,182
Management and general	6,766	7,443	6,597	13,232	11,576	45,614
Intercompany transfers	4,462	0	0	0	0	4,462
Total Expenses	18,027	123,988	63,804	116,523	216,916	539,258
INCREASE/(DECREASE) IN NET ASSETS	(2,187)	8,837	758	123,423	(19,510)	111,321
NET ASSETS/(DEFICIT), Beginning of year	53,258	15,288	(3,917)	(237,261)	(10,094)	(182,726)
NET ASSETS/(DEFICIT), End of year	\$ 51,071	\$ 24,125	\$ (3,159)	\$ (113,838)	\$ (29,604)	\$ (71,405)

The notes to the financial statements are an integral part of this statement.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
SHELTERED WORKSHOP  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2000

## CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$ 111,321
Adjustments to reconcile change in net assets to net cash provided by/(used in) operating activities	
Depreciation	17,616
(Increase)/decrease in operating assets	
Receivables	(1,719)
Inventory	(49,452)
Deposits	(125)
Increase/(decrease) in operating liabilities	
Accounts payable	
Trade	53,269
Compensation	1,694
Payroll taxes	147
Property taxes	38
Commissions payable	<u>1,330</u>
Net Cash Provided By/(Used In) Operating Activities	134,119

## CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of equipment	<u>(8,881)</u>
Net Cash Provided By/(Used In) Investing Activities	(8,881)

## CASH FLOWS FROM FINANCING ACTIVITIES

Cash paid on behalf of group homes and day programs	<u>(110,671)</u>
Net Cash Provided By/(Used In) Financing Activities	<u>(110,671)</u>

## NET INCREASE IN CASH

14,567

## CASH, Beginning of year

19,202

## CASH, End of year

\$ 33,769

The notes to the financial statements are an integral part of this statement.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
SHELTERED WORKSHOP  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2000

	PROGRAM SERVICES						
	Rental Building	Mobile Crew	Sabine Car Care	Production Center	Woodshop	Program Services	Management and General
							Total
COMPENSATION RELATED EXPENSES							
Salaries	\$ 0	\$ 60,624	\$ 20,144	\$ 36,425	\$ 33,804	\$ 150,997	\$ 0
Payroll taxes	0	4,638	1,541	2,790	2,586	11,555	0
Workman's compensation insurance	0	0	0	0	0	0	6,499
Employee benefits	0	0	0	58	0	58	0
Total Compensation and Related Expenses	0	65,262	21,685	39,273	36,390	162,610	6,499
OCCUPANCY EXPENSES							
Depreciation	3,843	0	485	0	3,598	7,926	0
Insurance	0	0	0	0	0	0	2,430
Property taxes	0	0	0	0	0	0	2,930
Repairs and maintenance	283	0	135	0	677	1,095	0
Utilities	2,673	0	757	0	3,032	6,462	0
Total Occupancy Expenses	6,799	0	1,377	0	7,307	15,483	5,360
TRANSPORTATION EXPENSES							
Depreciation	0	2,351	0	102	62	2,515	0
Fuel and oil	0	15,360	0	812	1,340	17,512	0
Insurance	0	0	0	0	0	0	3,883
Total Transportation Expenses	0	17,711	0	914	1,402	20,027	3,883
OTHER EXPENSES							
Bad debt	0	287	0	0	60	347	0
Central office expense	0	0	0	0	0	0	17,191

The notes to the financial statements are an integral part of this statement.

## SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.

## MANY, LOUISIANA

## SHELTERED WORKSHOP

## STATEMENT OF FUNCTIONAL EXPENSES (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2000

	PROGRAM SERVICES							Management and General	Total
	Rental Building	Mobile Crew	Sabine Car Care	Sabine Production Center	Woodshop	Program Services			
OTHER EXPENSES (CONTINUED)									
Contract services	\$ 0	\$ 308	\$ 764	\$ 0	\$ 2,784	\$ 3,856	\$ 0	\$ 3,856	
Client recreation	0	0	0	1,750	0	1,750	0	1,750	
Commissions	0	0	0	2,132	5,150	7,282	0	7,282	
Depreciation	0	3,422	656	28	3,069	7,175	0	7,175	
Dues	0	0	0	0	167	167	0	167	
Leases	0	0	184	364	2,008	2,556	0	2,556	
Insurance	0	0	0	0	0	0	3,738	3,738	
Interest	0	0	0	0	0	0	0	0	
Materials	0	0	0	49,647	136,654	186,301	0	186,301	
Professional fees	0	0	0	0	0	0	7,298	7,298	
Repairs and maintenance	0	17,977	970	382	4,015	23,344	0	23,344	
Supplies	0	5,487	28,442	582	1,789	36,300	0	36,300	
Telephone	0	0	0	0	0	0	1,395	1,395	
Food	0	6,091	2,978	8,119	4,545	21,733	0	21,733	
License	0	0	151	0	0	151	0	151	
Other	0	0	0	0	0	0	250	250	
Travel	0	0	0	100	0	100	0	100	
Total Other Expenses	0	33,572	34,145	63,104	160,241	291,062	29,872	320,934	
Total Functional Expenses	\$ 6,799	\$ 116,545	\$ 57,207	\$ 103,291	\$ 205,340	\$ 489,182	\$ 45,614	\$ 534,796	

The notes to the financial statements are an integral part of this statement.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
SCHEDULE OF COMPENSATION TO BOARD MEMBERS  
FOR THE YEAR ENDED JUNE 30, 2000

<u>BOARD MEMBER</u>	<u>Meetings Attended</u>	<u>Compensation</u>
Pete Abington	10	\$ 0
Dennis Bishop	3	0
Kenneth Freeman	8	0
Kathreen Green	8	0
Mary Hariel	11	0
Gene Hubley	11	0
Anna Lites	8	0
Gloria Ruffin	8	0
Marguerite Spears	12	\$ 0



# HINES, JACKSON & HINES

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1926-1999

## REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Directors  
Sabine Association for Retarded Citizens, Inc.  
Many, Louisiana 71449

We have audited the financial statements of the Sabine Association for Retarded Citizens, Inc., as of and for the year ended June 30, 2000, and have issued our report thereon dated November 30, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

### Compliance

As part of obtaining reasonable assurance about whether the Sabine Association for Retarded Citizens' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Sabine Association for Retarded Citizens' internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatement in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Sabine Association for Retarded Citizens' management and the Legislative Auditor of the State of Louisiana and is not intended to be, and should not be, used by anyone other than the specified parties.

***Hines, Jackson & Hines***

Natchitoches, Louisiana  
November 30, 2000

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED  
JUNE 30, 2000

<u>Ref. No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken (Yes, No, Partially)</u>	<u>Planned Corrective Action/Partial Corrective Action Taken</u>
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Nothing came to our attention that would require disclosure under Government Auditing Standards.

SABINE ASSOCIATION FOR RETARDED CITIZENS, INC.  
MANY, LOUISIANA  
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED  
JUNE 30, 2000

<u>Ref. No.</u>	<u>Description</u> <u>of Finding</u>	<u>Correct Action Planned</u>	<u>Name(s) of</u> <u>Contact</u> <u>Person(s)</u>	<u>Anticipated</u> <u>Completion</u> <u>Date</u>
-----------------	---	-------------------------------	---	--

Nothing came to our attention that would require disclosure under Government Auditing Standards.